Rod Djukich

From:

Sarek Chan [sarek@gynco.com.hk]

Sent: To:

Wednesday, April 05, 2000 7:25 PM Rod Djukich

Cc:

Subject:

Jonathan Chan Re: email test 123... 458

Dear Rod Djukich,

I can receive you e-mail. Thank you for your effort.

Our latest finding may indicate that our former colleague, Mr. Patrick

indeed sent two copies of NDA back to you and your side indeed return one of

the copies to Mr. Lau. And for the two CSS specifications, we have sent

payment to you side on 23th December, 1997. My guess is, your side has

us the specifications along with the License Agreement. However, Mr. Lau did

not return the Agreement to you before so that we cannot receive the CSS Certification. Is that right? Our Chief Engineer in China found some documents about CSS recently, but we still do not know what it is since

have not get it yet. I will inform you once I know what it is. Once more.

thank you very much for your concern.

If you have any enquiries, please feel free to contact me.

Looking forward to your reply. Thank you!

Best Regards,

SAREK CHAN (MARKETING CO-ORDINATOR) GYNCO ELECTRONICS (H.K.) LTD.

寄件点: Rod Djukich <Rod.Djukich@LMICP.com>

"件」:Gynco Electronics (H.K.) Ltd. (E-mail) <sarek@gynco.com.hk>

ル期: 2000年4−6 元 AM 04:49

₹ =: email test 123...

>Dear Mr. Chan:

>1 received your fax regarding CSS. Thank you.

>Since the fine print of your business card is very difficult to read

>facsimile, I wish to confirm establishing email communication before I >proceed to do so. Please contact us with any questions.

>Best Regards,

DEFENDANT'S

(check with ME!

DVD CCA 202098 HIGHLY CONFIDENTIAL ATTORNEY EYES ONLY

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>Rod Djukich
>DVD CCA Contract / Licensing Manager
>DVD Copy Control Association
>225 B Cochrane Circle
>Morgan Hill, CA 95037
>Tel (408) 776-2014 ext.17 / Fax (408) 779-9291
>
>
>***NOTE***
>The information contained in this e-mail message is intended only for
of
>the individual or entity named above. If the reader of this message is
>the intended recipient, or the employee or agent responsible to deliver
>to the intended recipient, you are hereby notified that any
dissemination,
>distribution or copying of this communication is strictly prohibited.
>you have received this communication in error, please immediately
notify us
>by telephone (408) 776-2014, and destroy the original message. Thank
>
>
>
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金格電子(香港)有限公司 GYNCO ELECTRONICS (H.K.) LTD.

音浩九就就理解選進 55 號間離工業中心 A 章 14 년 25 賞 電差: (852) 2341 5249 「何真: (852) 2343 1937 Room 25, 14/F, Block A, Hei Luen Industrial Centre, 55 Hei Yuen Road, Kwun Tong, Kowloon, Hong Keng, Tel: (852) 2341 5249 『ex: (852) 2343 1937

Rod Djukich

COMPANY NAME DVD Copy Control Association

MENTE (48) 779 9291 BATE 0564/2000 PAGE

FROM Saret Chan SUBJECT Sending 2. NDA Copies

Dear Rod Djukich,

Thank you very much for your reply regarding our enquiry. I have sent back the 2 original NDA copies to your attention by mail. Please check if you can receive them. If you cannot receive them, please kindly let us know. Thank you!

Here also attached my name card for your reference.

Best Regards,

GYNCO ELECTRONICS (H.K.) LTD.

Por and on behalf of GYNCO ELECTRONICS (H.K.) LIMITED 全等電子(音波)有限公司

SAREK CHAN (MARKETING CO-ORDINATOR)
Sarek Chan

GYNCO'S福川县

GYNCO ELECTRONICS (H.K.) LTD.

Room 25,14/F,Block A,Ho) Luen Industrial Centre. 55 Hpl Yvan Rood Keun Tong Kowloon,Hong Kong. Tel (832) 2341 5248 Fac (832) 2343 1977

sarek@gynco.com.hk

TOTAL P.01



金格電子(香港)有限公司 GYNCO ELECTRONICS (H.K.) LTD.

(RESEND. 02/04/2000. 7610l Pages: 2 ROOM 25, 14/F, Block A, Hollum Industrial Centre, 55 Hollywan Road, Kwun Tong, Kowipan, Hong Kom Tel: (952) 2341 5249 Fex: (852) 2343 1837

WELL MS Paula Williams / Mr. John Hoy
公司名稱
COMPANY NAME DVD Copy Control Acsorption

(東京教養 FAX NUMBER 40877 9129 | EN CATE 23/23/2000 東東
FAX NUMBER 40877 9129 | EN CATE 23/23/2000 東東
FAX NUMBER 40877 9129 | EN CATE 23/23/2000 東東

を浸力施設性資源達 55 被貨等工業中心 A 彦 14 徳 25 瀬 地震: (862) 2341 5249 博賞: (852) 2343 1937

FROM Sarek Chan Mr. SUBJECT Certificates

Dear Paula Williams / John Hoy,

I am the marketing coordinator from Gynco Electronics (HK) Ltd. I suppose that you may have known our problem regarding the CSS Interim License Certificates. I contacted Mr. Susumu Yamaguchi, and thanks for his kindly advice, I know I have to contact you for further advice. We would be very grateful if you can give us any help. Thank you in advance.

Here, please let me give you a brief description of our problem at hands. Mr. Yamaguchi has confirmed the execution of Confidential Disclosure Agreement with our company on the December of 1997 (Mr. Patrick Lau, who was in charged of this matter on behalf of our company is no longer working in our company now). However, he said that we have not done the Step 3 so that we did not receive the Certificates. Please see the attached Confidential Disclosure Agreement. We found it still on our side. We would like to know if it is okay to return it to you (Mr. Patrick Lau, who signed the Agreement is no longer working in our company). Should we have to get a new agreement to sign? Can we fax back the Agreement first so that we can get the Certificates as soon as possible? I sincerely hope that you can help us solve all the things out.

Thank you very much for your concern. If you have any enquiries, please feel free to contact me.

Looking forward to your soon reply. We really need those Certificates urgently. Thanks!



金格電子(香港)有限公司 GYNCO ELECTRONICS (H.K.) LTD.

有消九位使用细滤道 55 独随新工度中心 A 座 14 零 25 室 電腦: (852) 2341 5248 得真; (852) 2343 1937 Room 25, 14/F, Block A, Hoi Luan Industrial Centre, 56 Hel Yuen Road, Kwun Teng, Kawaen, Heng Keng, Tel·(352) 2341 5249 Fax: (852) 2343 1937

Best Regards,

SAREK CHAN (MARKETING CO-ORDINATOR) /MR. GYNCO ELECTRONICS (H.K.) LTD.

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TOTAL P.02



金格電子(香港)有限公司 GYNCO ELECTRONICS (H.K.) LTD.

中かり Me Pacila Williams / Mr. John Hoy

2回日期
COMPANY NAME DVD Copy Control Association

「日本財産
FAX NUMBER 408779 231 日期 22/03/2000 PAGE 8

REPLA Cavel Chan Mr. 第18 Ecot Certificates

Dear Paula Williams / John Hoy,

I am the marketing coordinator from Gynco Electronics (HK) Ltd. I suppose that you may have known our problem regarding the CSS Interim License Certificates. I contacted Mr. Susumu Yamaguchi, and thanks for his kindly advice, I know I have to contact you for further advice. We would be very grateful if you can give us any help. Thank you in advance.

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Looking forward to your soon reply. We really need those Certificates urgently. Thanks!



金格電子(香港)有限公司 GYNCO ELECTRONICS (H.K.) LTD.

香港九里西地野臺灣 55 號間思工館中心 A 遍 14 章 25 宣 電腦; (852) 2341 5249 信息; (852) 2343 1937 Room 25, 14/F, Block Å, Hel Luen Industria; Contre, 55 Hel Yuen Road, Kwun Yong, Kowicon, Hong Kong, Tel⁻ (852) 2341 5249 Fex: (852) 2343 1937

Best Regards,

SAREK CHAN (MARKETING CO-ORDINATOR) /MR. GYNCO ELECTRONICS (H.K.) LTD.

CONFIDENTIAL DISCLOSURE AGREEMENT

THIS AGREEMENT, entered into as of the 15 day of DEC., 1997, by and between GYNCO Electronics (HK) Ltd., having its principal office at Room 25, 14/F., Block A, Hoi Luen Industrial Center, 55 Hoi Yuen Road, Kwun Tong, Kowloon, Hong Kong, Peoples Republic of China (hereinafter called "COMPANY") and Matsushita Electric Industrial Co., Ltd., having its principal place of business at 1006 Kadoma, Kadoma, Osaka 571 (hereinafter called "MEI").

WITNESSETH:

WHEREAS, COMPANY desires to receive certain information regarding Contents Scramble System (hereinafter defined) to provide reasonable security to the contents of DVD discs which is of confidential or proprietary nature for the purpose described below under the terms and conditions contained herein; and

WHEREAS, MEI is prepared to disclose to COMPANY such information; and

WHEREAS, the purpose of such disclosures of such information is to allow COMPANY to evaluate such Contents Scramble System and/or to develop and/or design DVD players, DVD drives, DVD descramble/authentication chips, DVD decoder cards, DVD disc formatters and DVD discs, all of which are compliant with CSS Specification (hereinafter defined).

NOW, THEREFORE, in mutual consideration of the covenants and premises set forth herein, the parties agree as follows:

1. Definitions

- ~1.1 "Confidential Information" shall mean CSS Specification and any information relating to Contents Scramble System. Confidential Information will be disclosed either:
 - (a) in writing
 - (b) by delivery of items
 - (c) by initiation of access to information, such as may be contained in a database; or
 - (d) by oral and/or visual presentation

Confidential Information in tangible form is now and shall at all times be conspicuously labeled by MEI as "Confidential" or "Proprietary.". If the Confidential Information is disclosed orally or through demonstration, it must be specifically designated as confidential information at the time of the disclosure and confirmed in writing to be received by COMPANY after the disclosure or demonstration.

1.2 "Contents Scramble System" shall mean the security system designed to provide

reasonable security to the contents of a DVD disc, as more fully described in the CSS Specifications.

- 1.3 "CSS Specifications" shall mean the specifications describing the implementation of the Contents Scramble System.
- 2. Upon the execution of this Agreement, COMPANY shall select one or more of membership categories set forth in Exhibit A and shall pay to MEI Yen 50,000 per title and copy of CSS Specification as a fee for expenses for preparation and provision of CSS Specification. Upon COMPANY's selection of membership categories and MEI's receipt of the payment, and after the appropriate approval by the Japanese Government in accordance with Article 9, MEI shall deliver to COMPANY such portion of CSS Specification that are designated for distribution to the membership categories selected by COMPANY. For this purpose, COMPANY shall designate a single contact person who shall receive all Confidential Information disclosed by MEI. The initial such contact person shall be the individual designated in Exhibit B.
- COMPANY agrees to keep the Confidential Information disclosed to it by MEI
 confidential, not to disclose the Confidential Information disclosed to it to any
 other party, including its majority owned subsidiaries, and to use it only for the
 purposes described herein
- 4. COMPANY shall disclose the Confidential Information received from MEI only to its employees who need to know the same for the purposes described herein.

In the event that it is necessary for COMPANY's affiliates, including its majority owned subsidiaries, to receive the Confidential Information, such affiliates shall enter into a separate confidential disclosure agreement which terms and conditions are substantially same as those in this Agreement.

- 5. COMPANY shall use the same degree of care in keeping the Confidential Information confidential as it uses for its own confidential information of a similar nature.
- 6. The obligations under this Agreement shall not extend to the Confidential Information that:
 - (a) was in the public domain at the time it was disclosed; or
 - (b) becomes part of the public domain after disclosure; or
 - (c) was known to COMPANY at the time of its disclosure or becomes known to COMPANY without breach of this Confidential Disclosure Agreement; or
 - (d) is independently developed by COMPANY.
- 7. COMPANY shall under no circumstances reverse engineer, decompile, disassemble or otherwise determine the operation of Confidential Information.

- 8. The terms and obligations of this Agreement shall terminate upon COMPANY's execution of the CSS Interim License Agreement.
- 9. Each party will comply with all applicable rules and regulations of Peoples. Republic of China and Japan relating to the export or re-export of commodities, software and technical data insofar as they relate to the activities under this Agreement, and shall obtain an approval required under such rules and regulations whenever it is necessary for such export or re-export. COMPANY agrees that commodities, software and technical data provided under this Agreement are subject to restrictions under the export control laws and regulations of Peoples Republic of China and Japan, including but not limited to the Japanese Foreign Exchange and Foreign Trade Control Law, and shall obtain an approval required under such laws and regulations whenever it is necessary for such export or re-export.
- 10. No license, express or implied, in the Confidential Information is granted to COMPANY other than to use the Confidential Information in the manner and to the extent authorized by this Agreement.
- 11. This Agreement shall be governed by and construed in accordance with the laws of the State of California, U.S.A.
- 12. This Agreement shall represent the entire understanding between the parties with respect to the Confidential Information, and no waiver, alteration, or modification of any of the provisions hereof shall be binding on the parties unless made in writing and signed by duly authorized representatives of the parties. This Agreement shall be binding on the parties, their successors and assigns.
- ALL CONFIDENTIAL INFORMATION IS PROVIDED AS IS MEI MAKES NO REPRESENTATIONS OR WARRANTIES, EXPRESS, IMPLIED, STATUTORY OR OTHERWISE, AND EXPRESSLY DISCLAIMS IMPLIED WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE AND ANY EQUIVALENTS UNDER THE LAWS OF ANY JURISDICTION THAT MIGHT ARISE FROM THE CONFIDENTIAL INFORMATION OR COMPANY'S IMPLEMENTATION OR ATTEMPTED IMPLEMENTATION OF SUCH INFORMATION OR CONTENTS SCRAMBLE SYSTEM. MEI FURTHER DISCLAIMS ANY WARRANTY THAT CONTENTS SCRAMBLE SYSTEM AND/OR THE CONTENTS OF THE CONFIDENTIAL INFORMATION, OR ANY PRODUCT IMPLEMENTING CONTENTS SCRAMBLE SYSTEM OR SUCH CONFIDENTIAL INFORMATION, IN WHOLE OR IN PART, WILL BE FREE FROM INFRINGEMENT OF ANY THIRD PARTY INTELLECTUAL PROPERTY OR PROPRIETARY RIGHTS.
- 14. IN NO EVENT SHALL MEI OR THEIR RESPECTIVE DIRECTOR: OFFICERS, OR EMPLOYEES BE LIABLE TO FOR ANY DIRECT, INDIRECT, INCIDENTAL, CONSEQUENTIAL, SPECIAL OR PUNITIVE DAMAGES ARISING OUT OF ANY CAUSE OF ACTION RELATING TO THIS AGREEMENT, OR BASED ON MAKING, USING, SELLING OR IMPORTING

A Participation

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ANY PRODUCTS OF COMPANY THAT IMPLEMENT PROPRIETARY INFORMATION OR CONTENTS SCRAMBLE SYSTEM, WHETHER UNDER THEORY OF CONTRACT, TORT, INDEMNITY, PRODUCT LIABILITY OR OTHERWISE. IN PARTICULAR, AND WITHOUT LIMITATION, NEITHER MEI OR THEIR RESPECTIVE DIRECTOR, OFFICERS, OR EMPLOYEES SHALL BE LIABLE FOR ANY LOSS SUFFERED AS THE RESULT OF A BREACH OF SECURITY AFFECTING CONTENTS SCRAMBLE SYSTEM, WHETHER OR NOT SUCH BREACH RESULTS FROM THE DELIBERATE, RECKLESS OR NEGLIGENT ACTS OF PERSON OR ENTITY. TO THE EXTENT THAT ANY COURT OF COMPETENT JURISDICTION RENDERS JUDGMENT AGAINST MEI NOTWITHSTANDING THE ABOVE LIMITATION, METS TOTAL LIABILITY IN CONNECTION WITH THIS AGREEMENT OR CSS SHALL IN NO EVENT EXCEED THE AMOUNTS OF MONEY RECEIVED BY MEI FROM COMPANY UNDER THIS AGREEMENT.

IN WITNESS WHEREOF, the parties have, by their duly authorized representatives, executed this Agreement as of the date first set forth above.

GYNCO Electronics (HK) Ltd.

Matsushita Electric Industrial Co., Ltd.

By:	By: PATRICK LAU
Director. Title: CSS Interim License Organization	Title: MANAGER
Date: December 18, 1997	Date: 15 DECEMBER, 1997

- 4 -

EXHIBIT A

Membership Categories

	Content Provider			
	Authoring Studio			
	DVD Disc Manufacturer		4 A	
	DVD Disc Formatter Manufacturer		[]
X	DVD Player Manufacturer		[2	1
	DVD-ROM Drive Manufacturer		[]
	DVD Decoder Card Manufacturer		[]
	Descramble Chip Manufacturer	,	[]
	Authentication Chip Manufacturer for DVD-ROM		Ī]
	Authentication Chip Manufacturer for Decoder Card		[ĵ
	Integrator			
	DVD Receiving Device Manufacturer		, 3	

Please check one or more of membership category that your COMPANY shall select in left side box, and describe the number of copies for CSS Specifications that you require into right side brackets. CSS Specification is not prepared for Membership categories which does not have right side brackets.

EXHIBIT B

Contact Person

Name: PATRICK LAU

Title: MANAGER

Room 25, 14/Floor, Block A, Hoi Luen Industrial Center, 55 Hoi Yuen Road, Kwun Tong, Kowloon, Hong Kong Address:

Telephone Number: +852 23415249

Facsimile Number: +852 23431937



金格電子(香港)有限公司 GYNCO ELECTRONICS (H.K.) LTD.

等准九龍開始時期達 55 號院師工學中心 A 查 14 维 25 室 電話: (852) 2341 5249 信息: (852) 2343 1937 Room 25, 14/F, Block A, Hoi Luen industrial Centre, 55 Hof Yuen Road, Kwun Yong, Kowipon, Hong Kong, Tel: (952) 2341 5249 「Bax: (852) 2343 1937

TO Me. Paula Williams / Mr. John Hoy

SENERIN NAME DVD Copy Control Accountion

FAX NUMBER 4087798291 EAR 22/03/2000 FAGE 2

REMAN Cavel Chan Mr. Subject Cortiliontes

Dear Paula Williams / John Hoy,

I am the marketing coordinator from Gynco Electronics (HK) Ltd. I suppose that you may have known our problem regarding the CSS Interim License Certificates. I contacted Mr. Susumu Yamaguchi, and thanks for his kindly advice, I know I have to contact you for further advice. We would be very grateful if you can give us any help. Thank you in advance.

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Looking forward to your soon reply. We really need those Certificates urgently. Thanks!



金格電子(香港)有限公司 GYNCO ELECTRONICS (H.K.) LTD.

Best Regards,

SAREK CHAN (MARKETING CO-ORDINATOR) /MR. GYNCO ELECTRONICS (H.K.) LTD.

TOTAL P.02

DVD CCA 202113 HIGHLY CONFIDENTIAL ATTORNEY EYES ONLY